

NEW APPLICATION
ORIGINAL



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Arizona Corporation Commission
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ARIZONA CORPORATION COMMISSION
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Attorneys for Cross Creek Ranch Water Company

W-04131A-08-0471
W-20619A-08-0471

BEFORE THE ARIZONA CORPORATION COMMISSION

IN THE MATTER OF CROSS CREEK
RANCH WATER COMPANY'S
APPLICATION FOR APPROVAL OF
ASSIGNMENT OF ASSETS VIA
DISSOLUTION TO THE CROSS CREEK
RANCH COMMUNITY ASSOCIATION,
PURSUANT TO ARIZONA REVISED
STATUTES 40-285, AND DELETION OF
THE CERTIFICATE OF CONVENIENCE
AND NECESSITY

DOCKET NO: W-04131A-08-_____

**APPLICATION FOR APPROVAL OF
ASSIGNMENT AND TRANSFER OF
WATER UTILITY ASSETS TO CROSS
CREEK RANCH COMMUNITY
ASSOCIATION, PURSUANT TO
A.R.S. § 40-285(A), AND FOR
CANCELLATION OF ITS
CERTIFICATE OF CONVENIENCE
AND NECESSITY**

In conformance with A.R.S. § 40-285(A), Cross Creek Ranch Water Company (the "Water Company") hereby submits this Application for Approval of the Transfer of Water Utility Assets pursuant to A.R.S. § 10-1402, to its sole shareholder, the Cross Creek Ranch Community Association (the "CCRHOA"), and for the cancellation of the Water Company's Certificate of Convenience and Necessity ("CC&N") ("Application"). This Application is being filed concurrently with the CCRHOA's Application for Adjudication Not a Public Service Corporation. Approval of these two applications by the Arizona Corporation Commission ("Commission") will terminate the Water Company's public service function, and authorize the CCRHOA to provide its members with domestic water service directly.

1 **I. Summary of Transaction.**

2 The Water Company proposes to transfer its assets to the CCRHOA pursuant to
3 A.R.S. § 10-1402, which is a dissolution statute that allows a corporation to, among other
4 things, transfer all its assets to its shareholders. On June 26, 2008, the Water Company's
5 Board of Directors issued a Joint Consent to Resolutions (without a meeting)
6 recommending that: (1) the corporation be liquidated and dissolved pursuant to a plan of
7 liquidation, upon approval by the Commission; (2) the corporation be dissolved on the
8 effective date of its Articles of Dissolution, after being filed with the Commission by a
9 corporate officer; (3) an officer of the corporation file necessary documents required by
10 Internal Revenue Code of 1986, as amended, related to Treasury Regulations and Arizona
11 law; (4) the Water Company surrender all franchises and privileges – in particular its
12 Certificate of Convenience and Necessity – in accordance with the laws of the State of
13 Arizona; (5) upon ascertaining that all liabilities of the Water Company have been
14 satisfied, to distribute the remaining assets to the sole shareholder, CCRHOA; and (6) an
15 officer of the Water Company do all things necessary to effectuate the liquidation and
16 dissolution in accordance with the resolution ("Resolution"). A copy of the Resolution is
17 attached hereto as Exhibit 1. Copies of the proposed Articles of Dissolution, Assignment
18 of Assets and Tax Clearance application are attached hereto as Exhibit 2.

19 As set forth in the Resolution, the Water Company's liquidation and dissolution
20 plan will be subject to Commission approval pursuant to A.R.S. § 40-285(A). Upon the
21 Commission's approval of the dissolution plan and Assignment of Assets in conjunction
22 with the CCRHOA's application for an adjudication that it is not a public service
23 corporation, the water system assets will be transferred to the CCHROA so that it can
24 provide water utility service directly to its members.

25 **II. The Parties.**

26 The Water Company is a public service corporation providing water service to

1 approximately 14 customers in Yavapai County, pursuant to a CC&N granted by the
2 Commission in Decision No. 65978 (June 17, 2003). However, because the Water
3 Company has under 15 interconnected customers at this time, the water system does not
4 have a Public Water System designation, and is not subject to the rules and regulations of
5 the Arizona Department of Environmental Quality ("ADEQ"). Nonetheless, the Water
6 Company's operator, Burnett Enterprises, Inc., has performed monthly coliform tests to
7 ensure water quality. During the initial operating phase of the water system, chlorination
8 treatment was necessary on one occasion. Attached hereto as Exhibit 3 are Drinking
9 Water Microbial Analysis Reports conducted by ADEQ showing the one failed test, and
10 subsequent remedial action. In addition to these reports, testing of water quality showed
11 that the arsenic content is .008 mcl, which is below the maximum allowance of .01 mcl.

12 A copy of the Water Company's 2007 Annual Report is attached hereto as
13 Exhibit 4. Burnett Enterprises' ADEQ operator number is 02794. In addition, the
14 following operator numbers were subcontracted to pull samples: 19970, 19971, and
15 19972.

16 Burnett Enterprises, Inc.
17 P.O. Box 3890
18 Sedona, AZ 86340
19 Phone: (928) 203-9320
Fax: (928) 203-9321

20 The CCRHOA is an Arizona non-profit corporation incorporated on August 13,
21 2002. The CCRHOA provides wastewater service to its members in accordance with all
22 ADEQ rules and regulations. The Commission determined in Decision No. 65978 that
23 because the wastewater system would be operated as a non-profit corporation, it was not
24 subject to Commission jurisdiction. Decision No. 65978 at ¶13 (June 17, 2003). As the
25 sole shareholder of the Water Company, the CCRHOA effectively provides water utility
26 service to its members through management of the Water Company.

1 **III. Standard of Review.**

2 According to A.R.S. § 40-285(A), a public service corporation may not sell or
3 otherwise dispose of the whole or part of its system necessary or useful in the
4 performance of its duties to the public without first having secured from the Commission
5 an order authorizing the transaction. In this case, the Water Company's Board of
6 Directors have determined by corporate resolution that the most efficient way to transfer
7 the water utility assets to the sole shareholder is by dissolution pursuant to A.R.S. § 10-
8 1042.

9 **IV. The Transaction Is in the Public Interest.**

10 Approving the Assignment of Assets by corporate dissolution, as well as the
11 cancellation of the Water Company's CC&N, will serve the public interest. The
12 CCRHOA already provides service to its members indirectly through the Water Company.
13 However, because the rates and charges are fixed based on an assumption that 84
14 customers would be served by the system, the Water Company continues to operate at a
15 loss due to the low number of actual customers. As a non-profit organization, the
16 CCRHOA does not seek to earn a rate of return on an investment, or make profit as a
17 shareholder. The CCRHOA's only interest is to provide its members with water service at
18 cost. Therefore, the CCRHOA's ability to flexibly manage its affairs with respect to
19 water service, which primarily involves recovering costs to operate and maintain the
20 system on a proportionate basis, is consistent with the policy established by the
21 Commission in Decision No. 55568 (May 17, 1987), as more fully addressed in the
22 CCRHOA application filed concurrently with this Application.

23 **RELIEF REQUESTED**

24 WHEREFORE, the Water Company respectfully requests that the Commission
25 provide the following relief:

26 A. Issue an Order approving the Water Company's Resolution to transfer its

1 water utility assets to its sole shareholder, the CCRHOA, through corporate dissolution;

2 B. Extinguish the CC&N currently held by the Water Company; and

3 C. Any other relief that the Commission determines will serve the public
4 interest.

5 RESPECTFULLY SUBMITTED this ____ day of September 2008.

6 FENNEMORE CRAIG, P.C.

7
8 By: 

9 Patrick J. Black
10 Sarah A. Kubiak
11 3003 North Central Avenue, Suite 2600
12 Phoenix, Arizona 85012
Attorneys for Cross Creek Ranch
Water Company, Inc.

13 ORIGINAL and thirteen (13) copies
14 of the foregoing were **hand-delivered**
15 this 8th day of September 2008 to:

16 Docket Control
17 Arizona Corporation Commission
18 1200 W. Washington St.
Phoenix, AZ 85007

19 Copy of the foregoing **hand delivered**
20 this 8th day of September 2008 to:

21 Lyn Farmer
22 Chief Administrative Law Judge
23 Arizona Corporation Commission
24 1200 W. Washington Street
25 Phoenix, AZ 85007
26

1 Janice Alward
2 Legal Division
3 Arizona Corporation Commission
4 1200 W. Washington Street
Phoenix, AZ 85007

5 Steven Olea
6 Assistant Director, Utilities Division
7 Arizona Corporation Commission
8 1200 W. Washington Street
Phoenix, AZ 85007

9 Copy of the foregoing **mailed**
10 this 8th day of September 2008 to:

11 Reginald Lopez
12 Consumer Services Division
13 Arizona Corporation Commission
14 400 West Congress, Ste. 218
Tucson, AZ 85701-1347

15 By Gidget Halsey-Pace

16 PHX/DSISGARD/2075731.6/23936.001

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Cross Creek Ranch Water Company's
Application For Approval Of Assignment And Transfer Of Water Utility Assets
To Cross Creek Ranch Community Association

Exhibit 1

June 26, 2008 Joint Consent to Resolutions

**JOINT CONSENT TO RESOLUTIONS OF
THE DIRECTORS AND SHAREHOLDER OF
CROSS CREEK RANCH WATER COMPANY**

Pursuant to A.R.S. §§ 10-704 and 10-821, the undersigned, being all of the directors and the sole shareholder of the Company, hereby authorize, approve and consent to the following resolutions without a meeting:

RESOLVED, that the directors of the Company recommend to the shareholder of the Company that the Company be liquidated and dissolved pursuant to the plan of liquidation embodied in these resolutions, upon application to and approval by the Arizona Corporation Commission pursuant to A.R.S. § 40-285(A);

FURTHER RESOLVED, that the Company be dissolved and that its corporate rights, franchises and privileges be surrendered and canceled in accordance with the laws of the State of Arizona;

FURTHER RESOLVED, that the Company shall be dissolved on the effective date of its Articles of Dissolution, and that after that date the Company shall not perform business activities other than those required for the winding up of its affairs, preserving the value of its assets, satisfying any liabilities of the Company and distributing its assets in accordance with the plan of liquidation as embodied in these resolutions;

FURTHER RESOLVED, that an officer of the Company is hereby authorized and directed to execute, file with the Arizona Corporation Commission and publish, in accordance with Arizona law, Articles of Dissolution pursuant to A.R.S. § 10-1403;

FURTHER RESOLVED, that an officer of the Company is hereby authorized and directed to file the necessary documents required by the Internal Revenue Code of 1986, as amended, related Treasury Regulations and Arizona law;

FURTHER RESOLVED, that an officer of the Company is hereby authorized and directed to pay all fees and to do or cause to be done all acts as such officer deems necessary or proper to carry out the liquidation and dissolution of the Company;

FURTHER RESOLVED, that, upon ascertaining that all liabilities of the Company have been satisfied, the remaining assets of the Company shall be distributed to the shareholder in exchange for its shares in the Company;

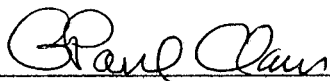
FURTHER RESOLVED, that as a result of the shareholder of the Company having surrendered its share certificate representing all of the issued and outstanding shares of the Company as described in the foregoing resolution, the liquidation of the Company shall be deemed completed; and

FURTHER RESOLVED, that an officer of the Company is hereby authorized and directed to take whatever steps or execute whatever documents are deemed to be necessary or appropriate, including the filing of an application with the Commission pursuant to A.R.S. § 40-285, to effect the dissolution and liquidation of the Company in accordance with the foregoing resolutions.

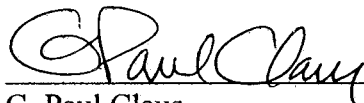
DATED effective as of June 26, 2008.


SHAREHOLDER:

Cross Creek Ranch Community Association,
an Arizona non-profit corporation

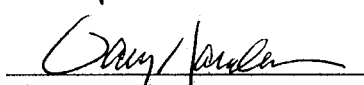
By: 
Print Name: G. Paul Claus
Title: President


DIRECTORS:


G. Paul Claus


Edward Hanley


Sandra D'Andrea


Gary Karademos


Steven Adams

Cross Creek Ranch Water Company's
Application For Approval Of Assignment And Transfer Of Water Utility Assets
To Cross Creek Ranch Community Association

Exhibit 2

**Proposed Articles of Dissolution,
Assignment of Assets and Tax Clearance Application**

**ARTICLES OF DISSOLUTION
OF
CROSS CREEK RANCH WATER COMPANY**

Pursuant to A.R.S. § 10-1403, the undersigned hereby certifies as follows:

1. The name of the corporation affected by this instrument is Cross Creek Ranch Water Company.
2. Dissolution of the corporation was authorized on _____, 2008.
3. The number of votes entitled to be cast by the shareholders on the proposal to dissolve was _____. The _____ votes were cast in favor of the dissolution.

Dated effective as of _____, 2008.

Cross Creek Ranch Water Company,
an Arizona corporation

By: _____
Print Name: _____
Title: _____

ASSIGNMENT OF ASSETS

For good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, Cross Creek Ranch Water Company, an Arizona corporation (the "Corporation"), hereby transfers, assigns and conveys to its sole shareholder, Cross Creek Ranch Community Association, all of its right, title and interest in and to all of its assets.

DATED effective as of _____, 2008.

Cross Creek Ranch Water Company,
an Arizona corporation

By: _____

Print Name: _____

Title: _____

Corporate Dissolution or Liquidation
(Required under section 6043(a) of the Internal Revenue Code)

OMB No. 1545-0041

Please type or print	Name of corporation			Employer identification number _____	
	Number, street, and room or suite no. (If a P.O. box number, see instructions.)			Check type of return <input type="checkbox"/> 1120 <input type="checkbox"/> 1120-L <input type="checkbox"/> 1120-IC-DISC <input type="checkbox"/> 1120S <input type="checkbox"/> Other ►	
	City or town, state, and ZIP code				
1 Date incorporated		2 Place incorporated		3 Type of liquidation <input type="checkbox"/> Complete <input type="checkbox"/> Partial	
5 Service Center where corporation filed its immediately preceding tax return		6 Last month, day, and year of immediately preceding tax year		7a Last month, day, and year of final tax year	
7c Name of common parent				7d Employer identification number of common parent	
8 Total number of shares outstanding at time of adoption of plan of liquidation.				Common Preferred	
9 Date(s) of any amendments to plan of dissolution					
10 Section of the Code under which the corporation is to be dissolved or liquidated					
11 If this form concerns an amendment or supplement to a resolution or plan, enter the date the previous Form 966 was filed.					

Attach a certified copy of the resolution or plan and all amendments or supplements not previously filed.

Under penalties of perjury, I declare that I have examined this form, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete.

Signature of officer	Title	Date
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Instructions

Section references are to the Internal Revenue Code unless otherwise noted.

Who Must File

A corporation (or a farmer's cooperative) must file Form 966 if it adopts a resolution or plan to dissolve the corporation or liquidate any of its stock.

Exempt organizations and qualified subchapter S subsidiaries should not file Form 966. Exempt organizations should see the instructions for Form 990, Return of Organization Exempt from Income Tax or Form 990-PF, Return of Private Foundation or Section 4947(a)(1) Nonexempt Charitable Trust Treated as a Private Foundation. Subchapter S subsidiaries should see Form 8869, Qualified Subchapter S Subsidiary Election.

Caution: Do not file Form 966 for a deemed liquidation (such as a section 338 election or an election to be treated as a disregarded entity under Regulations section 301.7701-3).

When To File

File Form 966 within 30 days after the resolution or plan is adopted to dissolve the corporation or liquidate any of its stock. If the resolution or plan is amended or supplemented after Form 966 is filed, file another Form 966 within 30 days after the amendment or supplement is adopted. The additional form will be sufficient if the date the earlier form was filed is entered on line 11 and a certified copy of the amendment or supplement

attached. Include all information required by Form 966 that was not given in the earlier form.

Where To File

File Form 966 with the Internal Revenue Service Center at the address where the corporation (or cooperative) files its income tax return.

Distribution of Property

A corporation must recognize gain or loss on the distribution of its assets in the complete liquidation of its stock. For purposes of determining gain or loss, the distributed assets are valued at fair market value. Exceptions to this rule apply to a liquidation of a subsidiary and to a distribution that is made according to a plan of reorganization.

Foreign Corporations

A corporation that files a U.S. tax return must file Form 966 if required under section 6043(a). Foreign corporations that are not required to file Form 1120F or any other U.S. tax return are generally not required to file Form 966.

U.S. shareholders of foreign corporations may be required to report information regarding a corporate dissolution or liquidation. See Form 5471 and its instructions for more information.

Address

Include the suite, room, or other unit number after the street address. If mail is not delivered to the street address and the corporation has a P.O. box, enter the box number instead of the street address.

Line 5

If the immediately preceding tax return was filed electronically, enter "efile" on line 5.

Line 7e

If the consolidated return was filed electronically, enter "efile" on line 7e.

Line 10

Identify the code section under which the corporation is to be dissolved or liquidated. For example, enter "section 331" for a complete or partial liquidation of a corporation or enter "section 332" for a complete liquidation of a subsidiary corporation that meets the requirements of section 332(b).

Signature

The return must be signed and dated by the president, vice president, treasurer, assistant treasurer, chief accounting officer, or any other corporate officer (such as tax officer) authorized to sign. A receiver, trustee, or assignee must sign and date any return required to be filed on behalf of a corporation.

Paperwork Reduction Act Notice

We ask for the information on this form to carry out the Internal Revenue laws of the United States. You are required to give us the information. We need it to ensure that you are complying with these laws and to allow us to figure and collect the right amount of tax.

You are not required to provide the information requested by a form or its instructions that is subject to the Paperwork Work Reduction Act unless the form displays a valid OMB control number. Books and records relating to a form or its instructions must be retained as long as their content may become material in the administration of any Internal Revenue law. Generally, tax returns and return information are confidential, as required by section 6103.

The time needed to complete and file this form will vary depending on individual circumstances. The estimated average time is:

Recordkeeping 5 hr., 1 min.

Learning about the law or the form 30 min.

Preparing and sending the form to the IRS 36 min.

If you have comments concerning the accuracy of these time estimates or suggestions for making this form simpler, we would be happy to hear from you. You can write to the Internal Revenue Service, Tax Products Coordinating Committee, SE:W:CAR:MP:T:T:SP, 1111 Constitution Ave. NW, IR-6406, Washington, DC 20224. Do not send the tax form to this office. Instead, see Where To File on page 1.

ARIZONA FORM
285

Effective July 3, 2003

General Disclosure/Representation Authorization Form
ARIZONA DEPARTMENT OF REVENUE

1. TAXPAYER INFORMATION - Please print or type.		Enter only those that apply:	
TAXPAYER NAME(S)		FEDERAL EMPLOYER IDENTIFICATION NUMBER	
PRESENT ADDRESS - NUMBER AND STREET, RURAL ROUTE, APARTMENT/SUITE NO.		SOCIAL SECURITY NUMBER(S)	
CITY, TOWN OR POST OFFICE	STATE ZIP CODE	ARIZONA WITHHOLDING NUMBER	
DAYTIME TELEPHONE NUMBER (with area code)		ARIZONA TRANSACTION PRIVILEGE TAX LICENSE NUMBER	

2. APPOINTEE INFORMATION		Provide one of the following identification numbers:	
NAME		STATE AND STATE BAR NUMBER	
PRESENT ADDRESS - NUMBER AND STREET, RURAL ROUTE, APARTMENT/SUITE NO.		STATE AND CERTIFIED PUBLIC ACCOUNTANT NUMBER	
CITY, TOWN OR POST OFFICE	STATE ZIP CODE	INTERNAL REVENUE SERVICE ENROLLED AGENT NUMBER	
DAYTIME TELEPHONE NUMBER (with area code)		SOCIAL SECURITY OR OTHER ID NO. (Provide number and type)	

3. TAX MATTERS. The appointee is authorized to receive confidential information for the tax matters listed below. By signing this form, I authorize the Department to release confidential information of the taxpayer(s) named above to the appointee named above for the tax type and tax year(s)/period(s) specified below. To grant additional powers, please see section 4. To grant a Power of Attorney, please skip section 4 and go to section 5.

TAX TYPE	YEAR(S) OR PERIOD(S)	TYPE OF RETURN/OWNERSHIP		
<input type="checkbox"/> Income Tax		<input type="checkbox"/> Individual Joint Return	<input type="checkbox"/> Individual Single Return	<input type="checkbox"/> Corporation
		<input type="checkbox"/> Partnership	<input type="checkbox"/> Fiduciary-Trust	<input type="checkbox"/> Fiduciary-Estate
<input type="checkbox"/> Transaction Privilege and Use Tax		<input type="checkbox"/> Individual/Sole Proprietorship	<input type="checkbox"/> Partnership	<input type="checkbox"/> Corporation
		<input type="checkbox"/> Limited Liability Company	<input type="checkbox"/> Limited Liability Partnership	<input type="checkbox"/> Trust
<input type="checkbox"/> Withholding Tax				
<input type="checkbox"/> Other (specify tax type):		Specify type of return(s)/ownership:		

4. ADDITIONAL AUTHORIZATION. Items 4a through 4h allow the taxpayer(s) to grant additional authorization to the appointee named above. Please check the boxes accordingly. An additional authorization must be in accordance with Arizona Supreme Court Rule 31. See instructions.

- 4a ☐ Appointee shall have the power to sign a statute of limitations waiver on Taxpayer's behalf.
- 4b ☐ Appointee shall have the power to execute a protest of a deficiency assessment or a denied refund claim or to execute an agreement on Taxpayer's behalf.
- 4c ☐ Appointee shall have the power to request a formal hearing on Taxpayer's behalf.
- 4d ☐ Appointee shall have the power to represent the taxpayer in any administrative tax proceeding.
- 4e ☐ Appointee shall have the power to execute a closing agreement on Taxpayer's behalf.
- 4f ☐ Appointee shall have the power to represent the taxpayer in any collection matter including an Offer-In-Compromise.
- 4g ☐ Appointee shall have the authority to delegate to others any or all authority granted to appointee by this document.
- 4h ☐ Other (please specify):

5. ☐ **POWER OF ATTORNEY.** By checking the box on line 5, the taxpayer grants the above-named appointee a Power of Attorney to perform any and all acts that the taxpayer can perform with regard to the above-mentioned tax matters and tax year(s) or period(s). This Power of Attorney includes, but is not limited to, the powers listed in items 4a through 4h. The use of a Power of Attorney must be in accordance with Arizona Supreme Court Rule 31. Please specify any limitation to the Power of Attorney:

6. ☐ **REVOCATION OF EARLIER AUTHORIZATION(S).** This authorization does not revoke any earlier authorizations or Powers of Attorney on file with the Arizona Department of Revenue unless the revocation box to the left is checked. The revocation will be effective as to all earlier authorizations and Powers of Attorney on file with the Department of Revenue except those specified (please specify):

7. **CORPORATIONS HAVING CONTROLLED SUBSIDIARIES.** A.R.S. §42-2003(A)(1) provides that confidential information relating to a corporate taxpayer may be disclosed to a designee of the taxpayer who is authorized in writing by the taxpayer. A principal corporate officer of a parent corporation may execute a written authorization for a controlled subsidiary. A principal corporate officer of a parent corporation that desires to designate a person to receive confidential information regarding the corporation's controlled subsidiaries must either attach a list containing the names of each controlled subsidiary that the parent company wants included in the disclosure authorization (a federal Form 851 may be used for this purpose) or taxpayer may complete the following to include all controlled subsidiaries in the disclosure authorization. In addition, there is space provided to exclude specific controlled subsidiaries from the disclosure authorization.

Please check one of the following:

- ☐ Include all controlled subsidiaries. A controlled subsidiary, for purposes of A.R.S. §42-2003, is defined as more than 50% ownership or control.
- ☐ Include all controlled subsidiaries except the subsidiaries named below. The following controlled subsidiaries are specifically excluded:

	NAME	FEDERAL I.D. NO.	TAX YEARS IF <u>NOT</u> ALL YEARS
7a			
7b			
7c			
7d			
7e			
7f			

8. **SIGNATURE OF OR FOR TAXPAYER.** I hereby certify that the Arizona Department of Revenue is authorized to release any and all confidential information concerning the above-mentioned taxpayer. By signing this form, I certify that I have the authority, within the meaning of A.R.S. §42-2003(A), to execute this authorization form on behalf of the above-mentioned corporation(s), limited liability company(ies), trust(s), estate(s), partnership(s), and/or individual(s). I understand that to knowingly prepare or present a document which is fraudulent or false is a Class 5 felony pursuant to A.R.S. §42-1127(B)(2).

SIGNATURE _____ DATE _____ PRINT NAME _____ TITLE _____	SIGNATURE _____ DATE _____ PRINT NAME _____ TITLE _____
--	--

9. **DECLARATION OF APPOINTEE.** Complete if Appointee has been given authority under any Section 4a through h or Section 5 or is otherwise authorized to practice law as defined in Rule 31(a) of the Arizona Rules of the Supreme Court.

Under penalties of perjury, I declare that I am one of the following:

- a A full-time officer, partner, member or manager of a limited liability company, or employee if the individual qualifies under Rule 31(d)13 of the Arizona Rules of the Supreme Court.
- b Attorney - an active member of the State Bar of Arizona.
- c Certified Public Accountant - duly qualified to practice as a Certified Public Accountant in Arizona.
- d Federally Authorized Tax Practitioner within the meaning of A.R.S. § 42-2069(D)(1). If appointee is engaged in practice with a federally authorized tax practitioner, provide the practitioner's name and CAF number below:

PRACTITIONER'S NAME _____

CAF NUMBER _____

- e Other - This may be any individual, providing the total amount in dispute, including tax, penalties, and interest is less than \$5,000.00.

If this Declaration of Appointee is not signed and dated, the representation authorization will be returned.

DESIGNATION <i>Enter a letter (a, b, c d or e).</i>	JURISDICTION (State)	SIGNATURE	DATE

**Arizona Department of Revenue • Special Operations Section**

PO Box 29070 • Phoenix, AZ 85038

Telephone: (602) 716-6234

TAX CLEARANCE APPLICATION**1. Applicant Information:**

APPLICANT NAME		DAYTIME PHONE NO. (with area code)
STREET ADDRESS		
CITY	STATE	ZIP CODE

2. Tax Clearance Purpose: *Check only one box.*

CERTIFICATE OF COMPLIANCE FOR DISSOLUTION OR WITHDRAWAL:

- ☐ Dissolution of Corporation (not applicable to estate, trust, or individual application types)
☐ Withdrawal from Arizona (not applicable to estate, trust, or individual application types)

LETTER OF GOOD STANDING:

- | | |
|---|--|
| <input type="checkbox"/> Sale of Business | <input type="checkbox"/> Gaming |
| <input type="checkbox"/> Personal | <input type="checkbox"/> Healthy Forest Certification |
| <input type="checkbox"/> Residency | <input type="checkbox"/> Motion Picture Production Incentive |
| <input type="checkbox"/> Other: _____ | |

3. Application Type: *Check only one box and provide tax identification number(s).*

- | | |
|--|--|
| <input type="checkbox"/> Corporation | Federal Employer I.D. No./Taxpayer I.D. No. <input type="text"/> |
| <input type="checkbox"/> S Corporation | |
| <input type="checkbox"/> Partnership | AZ Transaction Privilege License No. <input type="text"/> |
| <input type="checkbox"/> Tax Exempt Organization | |
| <input type="checkbox"/> Limited Liability Company | AZ Withholding Tax License No. <input type="text"/> |
| <input type="checkbox"/> Limited Liability Partnership | |
| <input type="checkbox"/> Estate | Federal Employer I.D. No./Social Security No. <input type="text"/> |
| <input type="checkbox"/> Trust | |
| <input type="checkbox"/> Individual | AZ Transaction Privilege License No. <input type="text"/> |
| | AZ Withholding Tax License No. <input type="text"/> |

4. Signature

PRINT NAME

PRINT SPECIFIC TITLE (Corporate Officer, Partner, Individual)

SIGNATURE

DATE

5. Mail application to: Arizona Department of Revenue, Special Operations Section,
PO Box 29070, Phoenix, AZ, 85038*Do not fax the application. Faxed applications will not be processed.**Be sure to sign the application. Unsigned applications will not be processed.**If your application cannot be approved, you must clear all deficiencies and resubmit an application.*

POWER OF ATTORNEY: If this application is submitted by anyone other than a corporate officer, general partner, or individual (sole proprietor), Arizona Form 285, *General Disclosure/Representation Authorization Form*, is required. Visit our web site at <http://www.azdor.gov> and click on the *Forms* link to obtain Form 285.

Tax Clearance Application

GENERAL INSTRUCTIONS

PURPOSE OF FORM

To apply for *Certificate of Compliance* or *Letter of Good Standing*.

SPECIFIC INSTRUCTIONS

Section 1 - Applicant Information

Enter the applicant's name, as licensed, name of the entity for which the certificate will be issued. The application will be denied if the name does not match the Taxpayer Identification Number or the Federal Employer Identification Number entered.

Enter the applicant's daytime telephone number, current street address, city, state and zip code.

Section 2 - Tax Clearance Purpose

Check the box for the type of certificate requested:

A *Certificate of Compliance for Dissolution or Withdrawal* is specifically for dissolution of a corporation or is for an entity wishing to withdraw from Arizona.

A *Letter of Good Standing* request is for the sale of a business, personal reason, residency, gaming, healthy forest or motion picture credit, or other reason.

Section 3 - Application Type

Check only one box for the type of entity making the request.

Enter the Federal Employer Identification Number or the Taxpayer Identification Number.

Enter the Arizona Transaction Privilege License Number. If the business does not have one, leave blank.

Enter the Arizona Withholding Tax License Number. If the business does not have one, leave blank.

Estates or Trusts: Enter the Taxpayer Identification Number or Federal Employer Identification Number.

Individuals: Enter your Social Security Number.

Section 4 - Signature

This area is for the signature of the individual taxpayer, the corporate officer, partner or member of the business requesting the certificate.

Print the name of the taxpayer. Print the title of the taxpayer, owner, partner, president, vice president, etc. **Sign and date the application.** The signature must be legible.

Unsigned applications will not be processed.

If the application is signed by anyone other than the taxpayer, the application cannot be processed and is considered invalid unless the application is accompanied

by an *Arizona Form 285, General Disclosure/Representation Authorization Form* (power of attorney). *Arizona Form 285* is available on the Arizona Department of Revenue web site, www.azdor.gov.

- 1) In your web browser, enter the web site address,
- 2) select "Forms",
- 3) select "Power of Attorney",
- 4) select "285".

Section 5 - Important Information

The department does not accept faxed applications.

Mail the completed and signed application to the:

Arizona Department of Revenue
Special Operations Section
PO Box 29070
Phoenix, AZ 85038

or deliver the application to:

1600 West Monroe
First Floor Collections Reception Area
Phoenix, AZ 85007

Denied Applications: If your application is denied, a written notice of denial will be sent to you. If any application is denied, you must submit a new application.

Processing: Arizona does not have an expedited process for Tax Clearance Applications. An application for a *Letter of Good Standing* takes 15 business days to process. An application for dissolution or withdrawal takes 30 business days to process.

Status: The department does not process status requests. Inquire by telephone *only* if you have not received any information for more than 15 or 30 days.

Confidentiality: The department does not release information to anyone other than the taxpayer or a representative as evidenced by a valid power of attorney on file with the department.

Compliance: You must be in full compliance with any and all Arizona tax filing and tax payment requirements in order to receive a certificate.

Dissolution and Withdrawal: You must have canceled all required licenses with the department in order to receive a certificate. You must have filed a final corporate income tax return in order to receive a certificate.

Other Information:

If your business files a consolidated return, a *Letter of Assumption* must be submitted with your application.

If your business is tax exempt, you must submit with your application a *Letter of Determination* from the Internal Revenue Service.

Cross Creek Ranch Water Company's
Application For Approval Of Assignment And Transfer Of Water Utility Assets
To Cross Creek Ranch Community Association

Exhibit 3

Drinking Water Microbial Analysis Reports

**ARIZONA DEPARTMENT OF ENVIRONMENTAL QUALITY
DRINKING WATER MICROBIOLOGICAL ANALYSIS REPORT**
SAMPLES TO BE TAKEN IN DISTRIBUTION SYSTEM ONLY
PUBLIC WATER SYSTEM INFORMATION
TO BE FILLED OUT BY SYSTEM PERSONNEL

AUTHORIZED SIGNATURE
RELEASE REPORT TO ADEQ

SYSTEM INFORMATION

SYSTEM ID. NO.	SYSTEM NAME <i>Cross Creek Ranch</i>																
SAMPLE DATE <i>07.16.04</i>	SAMPLE TIME (24 HR. CLOCK) <i>09:05</i>	MAILING ADDRESS															
OWNER / CONTACT PERSON NAME <i>LACRET HOMES 254356182</i>																	
OWNER / CONTACT PERSON FAX NO.		OWNER / CONTACT PERSON TELEPHONE NO.															
SAMPLE TYPE COMPLIANCE MONITORING		<div style="border: 1px solid black; padding: 5px;"> USE IF INITIAL SAMPLE WAS POSITIVE <table border="1" style="width:100%; border-collapse: collapse;"> <tr> <th colspan="2">ORIGINAL VIOLATING SPECIMEN NO.</th> </tr> <tr> <td>REPEAT, ORIGINAL LOCATION</td> <td><i>01A</i></td> </tr> <tr> <td>REPEAT, OTHER LOCATION</td> <td></td> </tr> <tr> <td>REPEAT, DOWNSTREAM LOCATION</td> <td></td> </tr> <tr> <td>REPEAT, UPSTREAM LOCATION</td> <td></td> </tr> <tr> <td>400 mL REPEAT (SINGLE TAP ONLY)</td> <td></td> </tr> <tr> <td>300 mL REPEAT (SINGLE TAP ONLY)</td> <td></td> </tr> </table> </div>		ORIGINAL VIOLATING SPECIMEN NO.		REPEAT, ORIGINAL LOCATION	<i>01A</i>	REPEAT, OTHER LOCATION		REPEAT, DOWNSTREAM LOCATION		REPEAT, UPSTREAM LOCATION		400 mL REPEAT (SINGLE TAP ONLY)		300 mL REPEAT (SINGLE TAP ONLY)	
ORIGINAL VIOLATING SPECIMEN NO.																	
REPEAT, ORIGINAL LOCATION	<i>01A</i>																
REPEAT, OTHER LOCATION																	
REPEAT, DOWNSTREAM LOCATION																	
REPEAT, UPSTREAM LOCATION																	
400 mL REPEAT (SINGLE TAP ONLY)																	
300 mL REPEAT (SINGLE TAP ONLY)																	
SAMPLE COLLECTION POINT / IDENTIFICATION ZONE																	
SAMPLE COLLECTION POINT / IDENTIFICATION <i>SERVICE - END of Russet Ridge #1</i>																	

MICROBIOLOGICAL ANALYSIS
TO BE FILLED OUT BY LABORATORY PERSONNEL

ANALYSIS METHOD	MCL VALUE	CONTAMINANT NAME	CONTAMINANT CODE	TEST START DATE / TIME	ANALYSIS RUN DATE / TIME	RESULT
<i>1448</i> 309 311	PRESENT / 1 OR MORE COLIFORM	TOTAL COLIFORM	3000	<i>7-16-04</i> <i>1504</i>	<i>7-18-04</i> <i>1308</i>	<i>0</i>
ONLY REPORT FECAL RESULT IF TOTAL COLIFORM RESULT IS POSITIVE						
ANALYSIS METHOD	MCL VALUE	CONTAMINANT NAME	CONTAMINANT CODE	TEST START DATE / TIME	ANALYSIS RUN DATE / TIME	RESULT
303 209 311	PRESENT / 1 OR MORE COLIFORM	E. COLI OR FECAL COLIFORM	3013			

SPECIMEN NO. <i>43417</i>

LABORATORY INFORMATION
TO BE FILLED OUT BY LABORATORY PERSONNEL

LAB ID. NO. AZ0420	LABORATORY NAME Nortest Analytical 2400 East Huntington Drive • Flagstaff, AZ 86004 • (928) 774-8708
COMMENTS	
AUTHORIZED SIGNATURE <i>SP</i>	
DATE PUBLIC WATER SYSTEM NOTIFIED / PERSON NOTIFIED	

20C
COOL - COLD - AMBIENT

ARIZONA DEPARTMENT OF ENVIRONMENTAL QUALITY
DRINKING WATER MICROBIOLOGICAL ANALYSIS REPORT
 SAMPLES TO BE TAKEN IN DISTRIBUTION SYSTEM ONLY
 PUBLIC WATER SYSTEM INFORMATION
 TO BE FILLED OUT BY SYSTEM PERSONNEL

AUTHORIZED SIGNATURE
 RELEASE REPORT TO ADEQ

SYSTEM INFORMATION

SYSTEM ID. NO.	SYSTEM NAME <i>CROSS Creek Ranch</i>		
SAMPLE DATE <i>07.16.04</i>	SAMPLE TIME (24 HR. CLOCK) <i>0915</i>	MAILING ADDRESS	
OWNER / CONTACT PERSON FAX NO.		OWNER / CONTACT PERSON NAME <i>CACHET HOMES 254356182</i>	
		OWNER / CONTACT PERSON TELEPHONE NO.	

SAMPLE TYPE
<input checked="" type="checkbox"/> COMPLIANCE MONITORING
SAMPLE COLLECTION POINT / IDENTIFICATION
ZONE

SAMPLE COLLECTION POINT / IDENTIFICATION <i>LOT 47 RAVENS CAIL #2</i>
--

USE IF INITIAL SAMPLE WAS POSITIVE
ORIGINAL VIOLATING SPECIMEN NO.
REPEAT, ORIGINAL LOCATION
REPEAT, OTHER LOCATION
REPEAT, DOWNSTREAM LOCATION
REPEAT, UPSTREAM LOCATION
400 mL REPEAT (SINGLE TAP ONLY)
300 mL REPEAT (SINGLE TAP ONLY)

MICROBIOLOGICAL ANALYSIS
 TO BE FILLED OUT BY LABORATORY PERSONNEL

ANALYSIS METHOD	MCL VALUE	CONTAMINANT NAME	CONTAMINANT CODE	TEST START DATE / TIME	ANALYSIS RUN DATE / TIME	RESULT
309 <i>(311)</i>	PRESENT / 1 OR MORE COLIFORM	TOTAL COLIFORM	3000	<i>7-16-04 1504</i>	<i>7-18-04 1308</i>	<i>0</i>

ONLY REPORT FECAL RESULT IF TOTAL COLIFORM RESULT IS POSITIVE

ANALYSIS METHOD	MCL VALUE	CONTAMINANT NAME	CONTAMINANT CODE	TEST START DATE / TIME	ANALYSIS RUN DATE / TIME	RESULT
303 309 311	PRESENT / 1 OR MORE COLIFORM	E. COLI OR FECAL COLIFORM	3013			

SPECIMEN NO. <i>43416</i>

LABORATORY INFORMATION
 TO BE FILLED OUT BY LABORATORY PERSONNEL

LAB ID. NO. AZ0420	LABORATORY NAME Nortest Analytical	2400 East Huntington Drive • Flagstaff, AZ 86004 • (928) 774-870
COMMENTS		
AUTHORIZED SIGNATURE <i>SP</i>		
DATE PUBLIC WATER SYSTEM NOTIFIED / PERSON NOTIFIED		

19°C
 COOL - COLD - AMBIENT

**ARIZONA DEPARTMENT OF ENVIRONMENTAL QUALITY
DRINKING WATER MICROBIOLOGICAL ANALYSIS REPORT**
SAMPLES TO BE TAKEN IN DISTRIBUTION SYSTEM ONLY
PUBLIC WATER SYSTEM INFORMATION
TO BE FILLED OUT BY SYSTEM PERSONNEL

AUTHORIZED SIGNATURE
RELEASE REPORT TO ADEQ

SYSTEM INFORMATION

SYSTEM ID. NO.		SYSTEM NAME <i>Cross Creek Ranch</i>	
SAMPLE DATE <i>07/16/04</i>	SAMPLE TIME (24 HR. CLOCK) <i>0:02U</i>	MAILING ADDRESS	
OWNER / CONTACT PERSON FAX NO.		OWNER / CONTACT PERSON NAME <i>CACHET Homes 254356182</i>	
OWNER / CONTACT PERSON TELEPHONE NO.			
SAMPLE TYPE COMPLIANCE MONITORING		USE IF INITIAL SAMPLE WAS POSITIVE ORIGINAL VIOLATING SPECIMEN NO. REPEAT, ORIGINAL LOCATION REPEAT, OTHER LOCATION REPEAT, DOWNSTREAM LOCATION REPEAT, UPSTREAM LOCATION 400 mL REPEAT (SINGLE TAP ONLY) 300 mL REPEAT (SINGLE TAP ONLY)	
SAMPLE COLLECTION POINT / IDENTIFICATION ZONE			
SAMPLE COLLECTION POINT / IDENTIFICATION <i>Lot 55 Service Harvest Lane #3</i>			

MICROBIOLOGICAL ANALYSIS
TO BE FILLED OUT BY LABORATORY PERSONNEL

ANALYSIS METHOD	MCL VALUE	CONTAMINANT NAME	CONTAMINANT CODE	TEST START DATE / TIME	ANALYSIS RUN DATE / TIME	RESULT
309 <i>(311)</i>	PRESENT / 1 OR MORE COLIFORM	TOTAL COLIFORM	3000	<i>7-16-04 1504</i>	<i>7-19-04 1314</i>	<i>1</i>

ONLY REPORT FECAL RESULT IF TOTAL COLIFORM RESULT IS POSITIVE

ANALYSIS METHOD	MCL VALUE	CONTAMINANT NAME	CONTAMINANT CODE	TEST START DATE / TIME	ANALYSIS RUN DATE / TIME	RESULT
303 309 311	PRESENT / 1 OR MORE COLIFORM	E. COLI OR FECAL COLIFORM	3013			<i>0</i>

SPECIMEN NO.
1448
43419

LABORATORY INFORMATION
TO BE FILLED OUT BY LABORATORY PERSONNEL

LAB ID. NO. AZ0420	LABORATORY NAME Nortest Analytical 2400 East Huntington Drive • Flagstaff, AZ 86004 • (928) 774-8708
COMMENTS	

AUTHORIZED SIGNATURE <i>SP</i>	
DATE PUBLIC WATER SYSTEM NOTIFIED / PERSON NOTIFIED	

FAILED

19°C
COOL - COLD - AMBIENT

ARIZONA DEPARTMENT OF ENVIRONMENTAL QUALITY
DRINKING WATER MICROBIOLOGICAL ANALYSIS REPORT
SAMPLES TO BE TAKEN IN DISTRIBUTION SYSTEM ONLY
PUBLIC WATER SYSTEM INFORMATION
TO BE FILLED OUT BY SYSTEM PERSONNEL

AUTHORIZED SIGNATURE
RELEASE REPORT TO ADEQ

SYSTEM INFORMATION

SYSTEM ID. NO.	SYSTEM NAME <i>Cross Creek Ranch</i>	
SAMPLE DATE <i>07.20.04</i>	SAMPLE TIME (24 HR. CLOCK) <i>10:00</i>	MAILING ADDRESS
OWNER / CONTACT PERSON NAME <i>CACHET HOMES 254356182</i>		
OWNER / CONTACT PERSON FAX NO.	OWNER / CONTACT PERSON TELEPHONE NO.	

SAMPLE TYPE COMPLIANCE MONITORING	USE IF INITIAL SAMPLE WAS POSITIVE ORIGINAL VIOLATING SPECIMEN NO. REPEAT, ORIGINAL LOCATION REPEAT, OTHER LOCATION REPEAT, DOWNSTREAM LOCATION REPEAT, UPSTREAM LOCATION 400 mL REPEAT (SINGLE TAP ONLY) 300 mL REPEAT (SINGLE TAP ONLY)
SAMPLE COLLECTION POINT / IDENTIFICATION ZONE	
SAMPLE COLLECTION POINT / IDENTIFICATION <i>Lot 56 HARVEST LANE (Retest)</i>	
RECEIVED DATE / TIME <i>7/20/04 / 1610</i>	
MICROBIOLOGICAL ANALYSIS TO BE FILLED OUT BY LABORATORY PERSONNEL	

ANALYSIS METHOD	MCL VALUE	CONTAMINANT NAME	CONTAMINANT CODE	TEST START DATE / TIME	ANALYSIS RUN DATE / TIME	RESULT
<u>309</u> 311	PRESENT / 1 1 OR MORE COLIFORM	TOTAL COLIFORM	3000	7-20-04 1626	7-21-04 1635	0

ONLY REPORT FECAL RESULT IF TOTAL COLIFORM RESULT IS POSITIVE

ANALYSIS METHOD	MCL VALUE	CONTAMINANT NAME	CONTAMINANT CODE	TEST START DATE / TIME	ANALYSIS RUN DATE / TIME	RESULT
309 311	PRESENT / 1 1 OR MORE COLIFORM	E COLI OR FECAL COLIFORM	3013			

SPECIMEN NO. <i>43462</i>

LABORATORY INFORMATION
TO BE FILLED OUT BY LABORATORY PERSONNEL

LAB ID. NO. AZ0420	LABORATORY NAME Nortest Analytical 2400 East Huntington Drive • Flagstaff, AZ 86004 • (928) 774-2312
------------------------------	--

COMMENTS

AUTHORIZED SIGNATURE <i>SP</i>
DATE PUBLIC WATER SYSTEM NOTIFIED / PERSON NOTIFIED

*RE-TEST
PASSED*

TEMP = 28.0 °C

COOL - COLD - AMBIENT

ARIZONA DEPARTMENT OF ENVIRONMENTAL QUALITY
DRINKING WATER MICROBIOLOGICAL ANALYSIS REPORT
 SAMPLES TO BE TAKEN IN DISTRIBUTION SYSTEM ONLY
 PUBLIC WATER SYSTEM INFORMATION
 TO BE FILLED OUT BY SYSTEM PERSONNEL

AUTHORIZED SIGNATURE
 RELEASE REPORT TO ADEQ

SYSTEM INFORMATION

SYSTEM ID. NO.	SYSTEM NAME <i>Cross Creek Ranch</i>													
SAMPLE DATE <i>07.16.04</i>	SAMPLE TIME (24 HR. CLOCK) <i>07:25</i>	MAILING ADDRESS												
OWNER / CONTACT PERSON NAME <i>CAROL ANN HINES 251356182</i>														
OWNER / CONTACT PERSON FAX NO.		OWNER / CONTACT PERSON TELEPHONE NO.												
<table border="1" style="width:100%; border-collapse: collapse;"> <tr> <th style="width:50%;">SAMPLE TYPE</th> <th style="width:50%;">USE IF INITIAL SAMPLE WAS POSITIVE</th> </tr> <tr> <td>COMPLIANCE MONITORING</td> <td>ORIGINAL VIOLATING SPECIMEN NO.</td> </tr> <tr> <td rowspan="6">SAMPLE COLLECTION POINT / IDENTIFICATION ZONE</td> <td>REPEAT, ORIGINAL LOCATION</td> </tr> <tr> <td>REPEAT, OTHER LOCATION</td> </tr> <tr> <td>REPEAT, DOWNSTREAM LOCATION</td> </tr> <tr> <td>REPEAT, UPSTREAM LOCATION</td> </tr> <tr> <td>400 mL REPEAT (SINGLE TAP ONLY)</td> </tr> <tr> <td>300 mL REPEAT (SINGLE TAP ONLY)</td> </tr> </table>				SAMPLE TYPE	USE IF INITIAL SAMPLE WAS POSITIVE	COMPLIANCE MONITORING	ORIGINAL VIOLATING SPECIMEN NO.	SAMPLE COLLECTION POINT / IDENTIFICATION ZONE	REPEAT, ORIGINAL LOCATION	REPEAT, OTHER LOCATION	REPEAT, DOWNSTREAM LOCATION	REPEAT, UPSTREAM LOCATION	400 mL REPEAT (SINGLE TAP ONLY)	300 mL REPEAT (SINGLE TAP ONLY)
SAMPLE TYPE	USE IF INITIAL SAMPLE WAS POSITIVE													
COMPLIANCE MONITORING	ORIGINAL VIOLATING SPECIMEN NO.													
SAMPLE COLLECTION POINT / IDENTIFICATION ZONE	REPEAT, ORIGINAL LOCATION													
	REPEAT, OTHER LOCATION													
	REPEAT, DOWNSTREAM LOCATION													
	REPEAT, UPSTREAM LOCATION													
	400 mL REPEAT (SINGLE TAP ONLY)													
	300 mL REPEAT (SINGLE TAP ONLY)													
SAMPLE COLLECTION POINT / IDENTIFICATION <i>Lot 28 Service - STAROAZOR #4</i>														

MICROBIOLOGICAL ANALYSIS
 TO BE FILLED OUT BY LABORATORY PERSONNEL

ANALYSIS METHOD	MCL VALUE	CONTAMINANT NAME	CONTAMINANT CODE	TEST START DATE / TIME	ANALYSIS RUN DATE / TIME	RESULT
<i>1448</i> 309 <i>(7)</i>	PRESENT / 1 OR MORE COLIFORM	TOTAL COLIFORM	3000	<i>7-16-04</i> <i>1:04</i>	<i>7-18-04</i> <i>1:08</i>	<i>0</i>

ONLY REPORT FECAL RESULT IF TOTAL COLIFORM RESULT IS POSITIVE

ANALYSIS METHOD	MCL VALUE	CONTAMINANT NAME	CONTAMINANT CODE	TEST START DATE / TIME	ANALYSIS RUN DATE / TIME	RESULT
303	PRESENT / 1 OR MORE COLIFORM	E. COLI OR FECAL COLIFORM	3013			
309						
311						

SPECIMEN NO. <i>43415</i>

LABORATORY INFORMATION
 TO BE FILLED OUT BY LABORATORY PERSONNEL

LAB ID. NO. AZ0420	LABORATORY NAME Nortest Analytical 2400 East Huntington Drive • Flagstaff, AZ 86004 • (928) 774-8708
------------------------------	--

COMMENTS

AUTHORIZED SIGNATURE <i>SP</i>

DATE PUBLIC WATER SYSTEM NOTIFIED / PERSON NOTIFIED

<i>23°C</i> COOL - COLD - AMBIENT

**ARIZONA DEPARTMENT OF ENVIRONMENTAL QUALITY
DRINKING WATER MICROBIOLOGICAL ANALYSIS REPORT**

SAMPLES TO BE TAKEN IN DISTRIBUTION SYSTEM ONLY
PUBLIC WATER SYSTEM INFORMATION
TO BE FILLED OUT BY SYSTEM PERSONNEL

AUTHORIZED SIGNATURE
RELEASE REPORT TO ADEQ

SYSTEM INFORMATION

SYSTEM ID. NO.		SYSTEM NAME <i>Cross Creek Ranch</i>	
SAMPLE DATE <i>07.16.04</i>	SAMPLE TIME (24 HR. CLOCK) <i>09:35</i>	MAILING ADDRESS	
OWNER / CONTACT PERSON FAX NO.		OWNER / CONTACT PERSON NAME <i>CACAGT Homes 254356182</i>	
OWNER / CONTACT PERSON TELEPHONE NO.			
SAMPLE TYPE COMPLIANCE MONITORING		USE IF INITIAL SAMPLE WAS POSITIVE ORIGINAL VIOLATING SPECIMEN NO. REPEAT, ORIGINAL LOCATION REPEAT, OTHER LOCATION REPEAT, DOWNSTREAM LOCATION REPEAT, UPSTREAM LOCATION 400 mL REPEAT (SINGLE TAP ONLY) 300 mL REPEAT (SINGLE TAP ONLY)	
SAMPLE COLLECTION POINT / IDENTIFICATION ZONE			
SAMPLE COLLECTION POINT / IDENTIFICATION <i>Lot 66 Amber Cliffs #5</i>			

**MICROBIOLOGICAL ANALYSIS
TO BE FILLED OUT BY LABORATORY PERSONNEL**

ANALYSIS METHOD	MCL VALUE	CONTAMINANT NAME	CONTAMINANT CODE	TEST START DATE / TIME	ANALYSIS RUN DATE / TIME	RESULT
308	PRESENT / 1 OR MORE COLIFORM	TOTAL COLIFORM	3000	<i>7-16-04 1504</i>	<i>7-18-04 1308</i>	<i>0</i>
311						

ONLY REPORT FECAL RESULT IF TOTAL COLIFORM RESULT IS POSITIVE

ANALYSIS METHOD	MCL VALUE	CONTAMINANT NAME	CONTAMINANT CODE	TEST START DATE / TIME	ANALYSIS RUN DATE / TIME	RESULT
303	PRESENT / 1 OR MORE COLIFORM	E. COLI OR FECAL COLIFORM	3013			
309						
311						

**LABORATORY INFORMATION
TO BE FILLED OUT BY LABORATORY PERSONNEL**

SPECIMEN NO. <i>43418</i>	LABORATORY NAME Nortest Analytical 2400 East Huntington Drive • Flagstaff, AZ 86004 • (928) 774-8708	
LAB ID. NO. AZ0420		
COMMENTS		
AUTHORIZED SIGNATURE <i>SP</i>		
DATE PUBLIC WATER SYSTEM NOTIFIED / PERSON NOTIFIED		

23°C
COOL - COLD - AMBIENT

**ARIZONA DEPARTMENT OF ENVIRONMENTAL QUALITY
DRINKING WATER MICROBIOLOGICAL ANALYSIS REPORT**

SAMPLES TO BE TAKEN IN DISTRIBUTION SYSTEM ONLY
PUBLIC WATER SYSTEM INFORMATION
TO BE FILLED OUT BY SYSTEM PERSONNEL

AUTHORIZED SIGNATURE
RELEASE REPORT TO ADEQ

SYSTEM INFORMATION

SYSTEM ID. NO.		SYSTEM NAME CROSS CREEK RANCH	
SAMPLE DATE 07.16.04	SAMPLE TIME (24 HR. CLOCK) 09:40	MAILING ADDRESS	
OWNER / CONTACT PERSON FAX NO.		OWNER / CONTACT PERSON NAME CACMET HOMES 254356182	
OWNER / CONTACT PERSON TELEPHONE NO.			
SAMPLE TYPE COMPLIANCE MONITORING		USE IF INITIAL SAMPLE WAS POSITIVE ORIGINAL VIOLATING SPECIMEN NO. REPEAT, ORIGINAL LOCATION REPEAT, OTHER LOCATION REPEAT, DOWNSTREAM LOCATION REPEAT, UPSTREAM LOCATION 400 mL REPEAT (SINGLE TAP ONLY) 300 mL REPEAT (SINGLE TAP ONLY)	
SAMPLE COLLECTION POINT / IDENTIFICATION ZONE			
SAMPLE COLLECTION POINT / IDENTIFICATION LOT 11 Angeleno Way #6			

**MICROBIOLOGICAL ANALYSIS
TO BE FILLED OUT BY LABORATORY PERSONNEL**

ANALYSIS METHOD	MCL VALUE	CONTAMINANT NAME	CONTAMINANT CODE	TEST START DATE / TIME	ANALYSIS RUN DATE / TIME	RESULT
309 311	PRESENT / 1 OR MORE COLIFORM	TOTAL COLIFORM	3000	7-16-04 1304	7-18-04 1308	0
ONLY REPORT FECAL RESULT IF TOTAL COLIFORM RESULT IS POSITIVE						
ANALYSIS METHOD	MCL VALUE	CONTAMINANT NAME	CONTAMINANT CODE	TEST START DATE / TIME	ANALYSIS RUN DATE / TIME	RESULT
303 309 311	PRESENT / 1 OR MORE COLIFORM	E. COLI OR FECAL COLIFORM	3013			

SPECIMEN NO.
43414

**LABORATORY INFORMATION
TO BE FILLED OUT BY LABORATORY PERSONNEL**

LAB ID. NO. AZ0420	LABORATORY NAME Nortest Analytical 2400 East Huntington Drive • Flagstaff, AZ 86004 • (928) 774-8708
------------------------------	--

COMMENTS

AUTHORIZED SIGNATURE
SP

DATE PUBLIC WATER SYSTEM NOTIFIED / REGION NOTIFIED

24°C
COOL - COLD - AMBIENT



LEGEND

Technical Services of Arizona, Inc.

17631 North 25th Avenue • Phoenix, AZ • 85023
(602) 324-6100 • F (602) 324-6101 • ADHS# A20004

4837 East 5th St., Ste 103 • Tucson, AZ • 85711
(520) 327-1234 • F (520) 327-0818 • ADHS# A20004

Nortest Analytical
2400 E. Huntington Dr.
Flagstaff, AZ 86004

Received: 6/22/04
Reported: 7/19/04
Invoice No: 019564

Attn: Georgia Howeth

Project Name: Caechet House (540325)

ARIZONA DEPARTMENT OF
ENVIRONMENTAL QUALITY
REGIONAL OFFICE
04 AUG -5 PM 1:56

PARAMETER	METHOD	RESULTS	UNITS	PQL	DATE ANALYZED
Matrix:	Drinking Water				
Sample No:	0408-06821-001				
Sample ID:	Well (540325)				
					Time Sampled: 8:30
					Date Sampled: 6/22/2004
Antimony	EPA 200.8	<0.004	mg/L	0.004	6/30/04
Arsenic	EPA 200.9	0.008	mg/L	0.002	7/02/04
Barium	EPA 200.7	0.20	mg/L	0.01	6/29/04
Beryllium	EPA 200.7	<0.002	mg/L	0.002	6/29/04
Calcium	EPA 200.7	56.	mg/L	1.	6/29/04
Cadmium	EPA 200.9	<0.0002	mg/L	0.0002	6/28/04
Chromium	EPA 200.7	<0.005	mg/L	0.005	6/29/04
Copper	EPA 200.7	0.01	mg/L	0.01	6/29/04
Hardness, Calcium	SM 2340B	140	mg/L	2.5	6/29/04
Hardness, Total (Ca & Mg)	SM 2340B	284.	mg/L	7.	6/29/04
Lead	EPA 200.9	0.006	mg/L	0.005	6/28/04
Langlier Index	CALCULATION	-0.137		-5	6/29/04
Magnesium	EPA 200.7	35.	mg/L	1.	6/29/04
Mercury	EPA 245.1	<0.0002	mg/L	0.0002	6/28/04
Nickel	EPA 200.7	<0.02	mg/L	0.02	6/29/04
Selenium	EPA 200.9	<0.005	mg/L	0.005	6/28/04
Sodium	EPA 200.7	11.	mg/L	2.	6/29/04
Thallium	EPA 200.8	<0.001	mg/L	0.001	7/01/04
Total Alkalinity (as CaCO3)	SM 2320B	280.	mg/L	10.	6/25/04
Asbestos	EPA 100.1	0.8	MFL	0.8	6/29/04
Cyanide, Total	SM4500 CNE	<0.01	mg/L	0.01	6/25/04
Fluoride	SM 4500-FC	0.2	mg/L	0.1	6/24/04
Nitrogen as Nitrite	SM4500NO2B	<0.1	mg/L	0.1	6/22/04
Nitrate plus Nitrite	SM 4500-NO3.F	0.7	mg/L	0.1	6/24/04
Nitrogen as Nitrate	CALC.	0.7	mg/L		6/22/04
Sulfate	EPA 300.0	13.8	mg/L	5.0	7/13/04
Total Dissolved Solids	SM 2540C	316.	mg/L		6/25/04
pH	EPA 150.1	7.4	Std Unit		6/23/04
Temperature	EPA 170.1	11.6	Degrees C		6/23/04
Colliert	SM 9223B	0	P/A		6/22/04
Gross Alpha	EPA 600/00-02	2.2 +/- 0.7	pCi/L		6/28/04
Chloromethane	EPA 524.2	<0.0005	mg/L	0.0005	6/23/04

LEGEND

Technical Services of Arizona, Inc.

17631 North 25th Avenue • Phoenix, AZ • 85023
(602) 324-6100 • F (602) 324-6101 • ADHS# AZ0004

4837 East 5th St., Ste 103 • Tucson, AZ • 85711
(520) 327-1234 • F (520) 327-8518 • ADHS# AZ0004

PARAMETER	METHOD	RESULTS	UNITS	POL	DATE ANALYZED
Matrix: Drinking Water					
Sample No: 0406-06821-001			Time Sampled: 8:30		
Sample ID: Well (540325)			Date Sampled: 6/22/2004		
Vinyl Chloride	EPA 524.2	<0.0005	mg/L	0.0005	6/23/04
Bromomethane	EPA 524.2	<0.0005	mg/L	0.0005	6/23/04
Chloroethane	EPA 524.2	<0.0005	mg/L	0.0005	6/23/04
1,1-Dichloroethylene	EPA 524.2	<0.0005	mg/L	0.0005	6/23/04
Dichloromethane	EPA 524.2	<0.0005	mg/L	0.0005	6/23/04
MTBE	EPA 524.2	<0.0005	mg/L	0.0005	6/23/04
trans 1,2-Dichloroethylene	EPA 524.2	<0.0005	mg/L	0.0005	6/23/04
1,1-Dichloroethane	EPA 524.2	<0.0005	mg/L	0.0005	6/23/04
cis 1,2-Dichloroethylene	EPA 524.2	<0.0005	mg/L	0.0005	6/23/04
2,2-Dichloropropane	EPA 524.2	<0.0005	mg/L	0.0005	6/23/04
Chloroform	EPA 524.2	0.0033	mg/L	0.0005	6/23/04
1,1,1-Trichloroethane	EPA 524.2	<0.0005	mg/L	0.0005	6/23/04
1,1-Dichloropropane	EPA 524.2	<0.0005	mg/L	0.0005	6/23/04
Carbontetrachloride	EPA 524.2	<0.0005	mg/L	0.0005	6/23/04
1,2-Dichloroethane	EPA 524.2	<0.0005	mg/L	0.0005	6/23/04
Benzene	EPA 524.2	<0.0005	mg/L	0.0005	6/23/04
Trichloroethylene (TCE)	EPA 524.2	<0.0005	mg/L	0.0005	6/23/04
1,2-Dichloropropane	EPA 524.2	<0.0005	mg/L	0.0005	6/23/04
Dibromomethane	EPA 524.2	<0.0005	mg/L	0.0005	6/23/04
Bromodichloromethane	EPA 524.2	<0.0005	mg/L	0.0005	6/23/04
cis 1,3-Dichloropropane	EPA 524.2	<0.0005	mg/L	0.0005	6/23/04
Toluene	EPA 524.2	<0.0005	mg/L	0.0005	6/23/04
trans-1,3-Dichloropropane	EPA 524.2	<0.0005	mg/L	0.0005	6/23/04
1,1,2-Trichloroethane	EPA 524.2	<0.0005	mg/L	0.0005	6/23/04
1,3-Dichloropropane	EPA 524.2	<0.0005	mg/L	0.0005	6/23/04
Tetrachloroethylene (PCE)	EPA 524.2	<0.0005	mg/L	0.0005	6/23/04
Dibromochloromethane	EPA 524.2	<0.0005	mg/L	0.0005	6/23/04
Chlorobenzene	EPA 524.2	<0.0005	mg/L	0.0005	6/23/04
1,1,1,2-Tetrachloroethane	EPA 524.2	<0.0005	mg/L	0.0005	6/23/04
Ethylbenzene	EPA 524.2	<0.0005	mg/L	0.0005	6/23/04
Styrene	EPA 524.2	<0.0005	mg/L	0.0005	6/23/04
Bromoform	EPA 524.2	<0.0005	mg/L	0.0005	6/23/04
1,1,2,2-Tetrachloroethane	EPA 524.2	<0.0005	mg/L	0.0005	6/23/04
1,2,3-Trichloropropane	EPA 524.2	<0.0005	mg/L	0.0005	6/23/04
Bromobenzene	EPA 524.2	<0.0005	mg/L	0.0005	6/23/04
2-Chlorotoluene	EPA 524.2	<0.0005	mg/L	0.0005	6/23/04
4-Chlorotoluene (para)	EPA 524.2	<0.0005	mg/L	0.0005	6/23/04
1,3-Dichlorobenzene (meta)	EPA 524.2	<0.0005	mg/L	0.0005	6/23/04
1,4-Dichlorobenzene (para)	EPA 524.2	<0.0005	mg/L	0.0005	6/23/04
1,2-Dichlorobenzene (ortho)	EPA 524.2	<0.0005	mg/L	0.0005	6/23/04

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(520) 327-1234 • F (520) 327-0518 • ADHS# AZ00004

PARAMETER	METHOD	RESULTS	UNITS	PQL	DATE ANALYZED
Matrix: Drinking Water					
Sample No: 0406-06821-001			Time Sampled: 8:30		
Sample ID: Well (540325)			Date Sampled: 6/22/2004		
1,2,4-Trichlorobenzene	EPA 524.2	<0.0005	mg/L	0.0005	6/23/04
Xylenes, Total	EPA 524.2	<0.0015	mg/L	0.0015	6/23/04
Total Trihalomethanes	EPA 524.2	0.0033	mg/L	0.0005	6/23/04
Surrogate:	EPA 524.2				6/23/04
***Pentafluorobenzene	EPA 524.2	100	% Recovery		6/23/04
***4-Bromofluorobenzene	EPA 524.2	93	% Recovery		6/23/04
***1,2-dichlorobenzene-d4	EPA 524.2	88	% Recovery		6/23/04
1,2-Dibromoethane (EDB)	EPA 504.1	<0.00001	mg/L	0.00001	6/30/04
1,2-Dibromo-3-Chloropropane	EPA 504.1	<0.00002	mg/L	0.00002	6/30/04
PCB 1016	EPA 505	<0.00008	mg/L	0.00008	6/29/04
PCB 1221	EPA 505	<0.02	mg/L	0.02	6/29/04
PCB 1232	EPA 505	<0.0005	mg/L	0.0005	6/29/04
PCB 1242	EPA 505	<0.0003	mg/L	0.0003	6/29/04
PCB 1248	EPA 505	<0.0001	mg/L	0.0001	6/29/04
PCB 1254	EPA 505	<0.0001	mg/L	0.0001	6/29/04
PCB 1260	EPA 505	<0.0002	mg/L	0.0002	6/29/04
Chlordane	EPA 505	<0.0002	mg/L	0.0002	6/29/04
Toxaphene	EPA 505	<0.001	mg/L	0.001	6/29/04
Extraction	EPA 505				6/29/04
2,4-D	EPA 515.3	<0.0001	mg/L	0.0001	7/02/04
Delapron	EPA 515.3	<0.001	mg/L	0.001	7/02/04
Dicamba	EPA 515.3	<0.0001	mg/L	0.0001	7/02/04
Dinoseb	EPA 515.3	<0.0002	mg/L	0.0002	7/02/04
Pentachlorophenol	EPA 515.3	<0.00004	mg/L	0.00004	7/02/04
Picloram	EPA 515.3	<0.0001	mg/L	0.0001	7/02/04
2,4,5-TP (Silvex)	EPA 515.3	<0.0002	mg/L	0.0002	7/02/04
Extraction	EPA 515.3				7/01/04
Alachlor	EPA 525.2	<0.0002	mg/L	0.0002	6/26/04
Aldrin	EPA 525.2	<0.0001	mg/L	0.0001	6/26/04
Atrazine	EPA 525.2	<0.0001	mg/L	0.0001	6/26/04
Benzo (a) pyrene	EPA 525.2	<0.00002	mg/L	0.00002	6/26/04
Butachlor	EPA 525.2	<0.0001	mg/L	0.0001	6/26/04
Dieldrin	EPA 525.2	<0.0001	mg/L	0.0001	6/26/04
Bis(2-ethylhexyl)adipate	EPA 525.2	<0.0008	mg/L	0.0008	6/26/04
Bis(2-ethylhexyl)phthalate	EPA 525.2	0.013	mg/L	0.0006	7/03/04
Endrin	EPA 525.2	<0.00001	mg/L	0.00001	6/26/04
Heptachlor	EPA 525.2	<0.00004	mg/L	0.00004	6/26/04
Heptachlor Epoxide	EPA 525.2	<0.00002	mg/L	0.00002	6/26/04
Hexachlorobenzene	EPA 525.2	<0.0001	mg/L	0.0001	6/26/04
Hexachlorocyclopentadiene	EPA 525.2	<0.0001	mg/L	0.0001	6/26/04

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(520) 327-1234 • F (520) 327-0518 • ADHS# AZ0004

PARAMETER	METHOD	RESULTS	UNITS	PQL	DATE ANALYZED
Matrix: Drinking Water					
Sample No: 0406-08821-001			Time Sampled: 8:30		
Sample ID: Well (540325)			Date Sampled: 6/22/2004		
Lindane (HCH-gamma)	EPA 525.2	<0.00002	mg/L	0.00002	6/26/04
Methoxychlor	EPA 525.2	<0.0001	mg/L	0.0001	6/26/04
Metolachlor	EPA 525.2	<0.0001	mg/L	0.0001	6/26/04
Metribuzin	EPA 525.2	<0.0001	mg/L	0.0001	6/26/04
Propachlor	EPA 525.2	<0.0001	mg/L	0.0001	6/26/04
Simazine	EPA 525.2	<0.00007	mg/L	0.00007	6/26/04
Extraction	EPA 525.2				6/25/04
Aldicarb	EPA 531.1	<0.0005	mg/L	0.0005	7/01/04
Aldicarb Sulfone	EPA 531.1	<0.0008	mg/L	0.0008	7/01/04
Aldicarb Sulfoxide	EPA 531.1	<0.0005	mg/L	0.0005	7/01/04
Carbaryl	EPA 531.1	<0.0005	mg/L	0.0005	7/01/04
Carbofuran	EPA 531.1	<0.0009	mg/L	0.0009	7/01/04
3-Hydroxycarbofuran	EPA 531.1	<0.0005	mg/L	0.0005	7/01/04
Methomyl	EPA 531.1	<0.0005	mg/L	0.0005	7/01/04
Oxamyl (Vydate)	EPA 531.1	<0.002	mg/L	0.002	7/01/04
Endosulf	EPA 548.1	<0.009	mg/L	0.009	6/25/04
Extraction	EPA 548.1				6/24/04
Glyphosate	EPA 547	<0.006	mg/L	0.006	6/29/04
Diquat	EPA 549.2	<0.0004	mg/L	0.0004	6/28/04
Extraction	EPA 549.2				6/24/04
Dioxin	EPA 1613B	<5.0 x 10 ⁻⁹	mg/L		7/02/04
Metals Digestion for ICP	EPA 200.7				6/24/04

Asbestos analyzed by Fiberquant, Phoenix, AZ; #AZ0904.

Dioxin performed by Pace Analytical Services, Minneapolis, MN; #AZ0014.

EPA 504,505,515,525,531,548 & 549 analyzed by Environmental Health Labs, South Bend, IN;

ADHS No. AZ#0432.

Radiochemistry performed by Radiation Safety Engineering, Chandler, AZ; #AZ0482.

Matrix: DI Water
Sample No: 0406-08821-002
Sample ID: Travel Blank

Time Sampled: 9:30
Date Sampled: 6/22/2004

Chloromethane	EPA 524.2	0.0006	mg/L	0.0005	6/24/04
Vinyl Chloride	EPA 524.2	<0.0006	mg/L	0.0005	6/24/04
Bromomethane	EPA 524.2	<0.0005	mg/L	0.0005	6/24/04
Chloroethane	EPA 524.2	<0.0005	mg/L	0.0005	6/24/04
1,1-Dichloroethylene	EPA 524.2	<0.0005	mg/L	0.0005	6/24/04
Dichloromethane	EPA 524.2	<0.0005	mg/L	0.0005	6/24/04

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PARAMETER	METHOD	RESULTS	UNITS	PQL	DATE ANALYZED
Matrix:	DI Water				
Sample No:	0406-06821-002		Time Sampled: 8:30		
Sample ID:	Travel Blank		Date Sampled: 6/22/2004		
MTBE	EPA 524.2	<0.0005	mg/L	0.0005	6/24/04
trans 1,2-Dichloroethylene	EPA 524.2	<0.0005	mg/L	0.0005	6/24/04
1,1-Dichloroethane	EPA 524.2	<0.0005	mg/L	0.0005	6/24/04
cis 1,2-Dichloroethylene	EPA 524.2	<0.0005	mg/L	0.0005	6/24/04
2,2-Dichloropropane	EPA 524.2	<0.0005	mg/L	0.0005	6/24/04
Chloroform	EPA 524.2	<0.0005	mg/L	0.0005	6/24/04
1,1,1-Trichloroethane	EPA 524.2	<0.0005	mg/L	0.0005	6/24/04
1,1-Dichloropropane	EPA 524.2	<0.0005	mg/L	0.0005	6/24/04
Carbontetrachloride	EPA 524.2	<0.0005	mg/L	0.0005	6/24/04
1,2-Dichloroethane	EPA 524.2	<0.0005	mg/L	0.0005	6/24/04
Benzene	EPA 524.2	<0.0005	mg/L	0.0005	6/24/04
Trichloroethylene (TCE)	EPA 524.2	<0.0005	mg/L	0.0005	6/24/04
1,2-Dichloropropane	EPA 524.2	<0.0005	mg/L	0.0005	6/24/04
Dibromomethane	EPA 524.2	<0.0005	mg/L	0.0005	6/24/04
Bromodichloromethane	EPA 524.2	<0.0005	mg/L	0.0005	6/24/04
cis 1,3-Dichloropropene	EPA 524.2	<0.0005	mg/L	0.0005	6/24/04
Toluene	EPA 524.2	<0.0005	mg/L	0.0005	6/24/04
trans-1,3-Dichloropropene	EPA 524.2	<0.0005	mg/L	0.0005	6/24/04
1,1,2-Trichloroethane	EPA 524.2	<0.0005	mg/L	0.0005	6/24/04
1,3-Dichloropropane	EPA 524.2	<0.0005	mg/L	0.0005	6/24/04
Tetrachloroethylene (PCE)	EPA 524.2	<0.0005	mg/L	0.0005	6/24/04
Dibromochloromethane	EPA 524.2	<0.0005	mg/L	0.0005	6/24/04
Chlorobenzene	EPA 524.2	<0.0005	mg/L	0.0005	6/24/04
1,1,1,2-Tetrachloroethane	EPA 524.2	<0.0005	mg/L	0.0005	6/24/04
Ethylbenzene	EPA 524.2	<0.0005	mg/L	0.0005	6/24/04
Styrene	EPA 524.2	<0.0005	mg/L	0.0005	6/24/04
Bromoform	EPA 524.2	<0.0005	mg/L	0.0005	6/24/04
1,1,2,2-Tetrachloroethane	EPA 524.2	<0.0005	mg/L	0.0005	6/24/04
1,2,3-Trichloropropane	EPA 524.2	<0.0005	mg/L	0.0005	6/24/04
Bromobenzene	EPA 524.2	<0.0005	mg/L	0.0005	6/24/04
2-Chlorotoluene	EPA 524.2	<0.0005	mg/L	0.0005	6/24/04
4-Chlorotoluene (para)	EPA 524.2	<0.0005	mg/L	0.0005	6/24/04
1,3-Dichlorobenzene (meta)	EPA 524.2	<0.0005	mg/L	0.0005	6/24/04
1,4-Dichlorobenzene (para)	EPA 524.2	<0.0005	mg/L	0.0005	6/24/04
1,2-Dichlorobenzene (ortho)	EPA 524.2	<0.0005	mg/L	0.0005	6/24/04
1,2,4-Trichlorobenzene	EPA 524.2	<0.0005	mg/L	0.0005	6/24/04
Xylenes, Total	EPA 524.2	<0.0015	mg/L	0.0015	6/24/04
Total Trihalomethanes	EPA 524.2	<0.0005	mg/L	0.0005	6/24/04
Surrogate:	EPA 524.2				6/24/04
***Pentafluorobenzene	EPA 524.2	100	% Recovery		6/24/04

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Cross Creek Ranch Water Company's
Application For Approval Of Assignment And Transfer Of Water Utility Assets
To Cross Creek Ranch Community Association

Exhibit 4

2007 Annual Report

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

C

W-04131A
Cross Creek Ranch Water Company
c/o HOAMCO
6586 Hwy 179, Ste., C-1
Sedona, AZ 86351

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AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

ANNUAL REPORT

FOR YEAR ENDING

12	31	2007
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FOR COMMISSION USE

ANN 04	07
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PROCESSED BY:

4-3-08

SCANNED

COMPANY INFORMATION

Company Name (Business Name) Cross Creek Ranch Water Company

Mailing Address % HOAMCO 6586 Hwy 179 Ste C1
(Street)

Sedona AZ 86351
(City) (State) (Zip)

928-282-4479 928-203-0050
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address pault@hoameco.com

Local Office Mailing Address Same as Above
(Street)

(City) (State) (Zip)

Local Office Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address pault@hoameco.com

MANAGEMENT INFORMATION

Management Contact: Steve Burnett Manager
(Name) (Title)
PO BOX 3890 Sedona AZ 86340
(Street) (City) (State) (Zip)
928-203-9320 928-203-9321
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)
Email Address Steveburnett@esedona.net
On Site Manager: Same as Above
(Name)
(Street) (City) (State) (Zip)
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)
Email Address _____

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: Hoamco / Justin Scott
 (Name)
531 Madison Ave Prescott AZ 86301
 (Street) (City) (State) (Zip)
928-776-4479 928-776-0050
 Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)
 Attorney: NONE
 (Name)
 (Street) (City) (State) (Zip)
 Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)
 Email Address

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|---|--|
| <input type="checkbox"/> Sole Proprietor (S) | <input checked="" type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co-op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|-------------------------------------|---|-----------------------------------|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input checked="" type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

COMPANY NAME Cross Creek Ranch Water Company

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements	97,311.00	19,464	77,847
307	Wells and Springs	148,484.00	29,696	118,788
311	Pumping Equipment	135,709.00	26,143	109,566
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	133,096.00	26,620	106,476
331	Transmission and Distribution Mains	516,438.00	103,288	413,150
333	Services	106,366.00	21,272	85,094
334	Meters and Meter Installations	2228.00	227	2001
335	Hydrants	82,790.00	16,560	66,230
336	Backflow Prevention Devices	22,160.00	4432	17,728
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment	7,512.00	1,504	6,008
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	1,252,094.00	249,206	1,002,888

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME Cross Creek Ranch Water Company

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements	97,311.00	5%	4866
307	Wells and Springs	148,484.00	5%	7424
311	Pumping Equipment	135,709.00	5%	6785
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	133,096.00	5%	6655
331	Transmission and Distribution Mains	516,438.00	5%	25822
333	Services	106,366.00	5%	5318
334	Meters and Meter Installations	2228.00	5%	111
335	Hydrants	82,790.00	5%	4140
336	Backflow Prevention Devices	22,160.00	5%	1108
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment	7512.00	5%	376
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	1,252,094.00		62,605

This amount goes on the Comparative Statement of Income and Expense _____
Acct. No. 403.

COMPANY NAME

Cross Creek Ranch Water Company

BALANCE SHEET

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 1100.00	\$ 1862.00
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	5055.00	—
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 6155.00	\$ 1862.00
	FIXED ASSETS		
101	Utility Plant in Service	\$ 1252,095.00	\$ 1252,095.00
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	< 186,601.00 >	< 249,206.00 >
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 1,065,494.00	\$ 1,002,889.00
	TOTAL ASSETS	\$ 1,071,649.00	\$ 1,004,751.00

NOTE: The Assets on this page should be equal to Total Liabilities and Capital on the following page.

COMPANY NAME

Cross Creek Ranch Water Company

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$ 920.00	\$ —
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	800.00	920.00
236	Accrued Taxes	710.00	
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 2430.00	\$ 920.00
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 6535.00	\$ 8515.00
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	1241,872.00	1241,872.00
272	Less: Amortization of Contributions	< 193,074.00 >	< 248,376.00 >
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 1048,798.00	\$ 993,496.00
	TOTAL LIABILITIES	\$ 1057,763.00	\$ 1002,931.00
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value	19,500.00	31,000.00
215	Retained Earnings	< 5614.00 >	< 29,180.00 >
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 13,886.00	\$ 1820.00
	TOTAL LIABILITIES AND CAPITAL	\$ 1071,649.00	\$ 1004,751.00

COMPANY NAME Cross Creek Ranch Water Company

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 12,870.00	\$ 15,292.00
460	Unmetered Water Revenue	7408.00	
474	Other Water Revenues	2186.00	/
	TOTAL REVENUES	\$ 22,464.00	\$ 15,292.00
	OPERATING EXPENSES		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	12,209.00	14,856.00
618	Chemicals		
620	Repairs and Maintenance	3349.00	627.00
621	Office Supplies and Expense		
630	Outside Services	11,919.00	12,100.00
635	Water Testing	262.00	315.00
641	Rents		
650	Transportation Expenses		
657	Insurance - General Liability		2470.00
659	Insurance - Health and Life		
666	Regulatory Commission Expense - Rate Case	14.00	145.00
675	Miscellaneous Expense	132.00	12.00
403	Depreciation Expense	287.00	409.00
408	Taxes Other Than Income		
408.11	Property Taxes	526.00	188.00
409	Income Tax		390.00
	TOTAL OPERATING EXPENSES	\$ 28,698.00	\$
	OPERATING INCOME/(LOSS)	\$ <6234.00>	\$ 31,512.00
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses	<133.00>	
427	Interest Expense	<100.00>	
	TOTAL OTHER INCOME/(EXPENSE)	\$ <233.00>	\$
	NET INCOME/(LOSS)	\$ <6467.00>	\$ <16,220.00>

COMPANY NAME Cross Creek Ranch Water Company

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End	\$	<u>8515.00</u>
Meter Deposits Refunded During the Test Year	\$	<u>-0-</u>

COMPANY NAME	<i>Cross Creek Ranch Water Company</i>
Name of System:	ADEQ Public Water System Number:

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
<i>17436</i>	<i>UNKNOWN</i>					

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
<i>10 HP</i>	<i>2</i>	<i>27</i>	

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
<i>250,000</i>	<i>1</i>		<i>1</i>

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME	Cross Creek Ranch Water Company
Name of System:	ADEQ Public Water System Number:

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4	u	
5	n	
6	k	
8	n	
10	o	
12	Q	w
	u	n
	a	
	n	
	i	
	T	4

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	
3/4	
1	16
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

STRUCTURES:

PUMP & CONTROL BUILDING

OTHER:

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME:	<u>Cross Creek Ranch Water Company</u>
Name of System:	ADEQ Public Water System Number:

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2007

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	14	53652	53652	53652
FEBRUARY	14	36190	36190	36190
MARCH	14	50810	50810	50810
APRIL	14	121922	121922	121922
MAY	14	74080	74080	74080
JUNE	14	71499	71499	71499
JULY	14	227326	227326	227326
AUGUST	15	226336	226336	226336
SEPTEMBER	16	230434	230434	230434
OCTOBER	16	193276	193276	193276
NOVEMBER	16	167252	167252	167252
DECEMBER	16	67033	67033	67033
TOTALS →		1519,810	1519,810	1519,810

What is the level of arsenic for each well on your system? unknown mg/l
(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? _____ GPM for _____ hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?
() Yes (X) No

Is the Water Utility located in an ADWR Active Management Area (AMA)?
() Yes (X) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
() Yes (X) No

If yes, provide the GPCPD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME Gross Creek Ranch Water Company YEAR ENDING 12/31/2007

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2007 was: \$ 188.20

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

VERIFICATION
AND
SWORN STATEMENT
Taxes

RECEIVED
APR 6 2 2007

VERIFICATION

STATE OF AZ
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	<u>Yavapai</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>G PAUL CLAUS, PRESIDENT</u>
COMPANY NAME	<u>Cross Creek Ranch Water Company</u>

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

G Paul Claus

SIGNATURE OF OWNER OR OFFICIAL

928-282-4479

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

31

DAY OF March

COUNTY NAME	<u>YAVAPAI</u>
MONTH	<u>March</u>
DAY	<u>31</u>
YEAR	<u>2008</u>

(SEAL)



OFFICIAL SEAL
ANGELA SCIARPETTI
Notary Public State of Arizona
YAVAPAI COUNTY
My Comm. Expires Apr 4, 2011

Angela Sciarpetti
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES APR 4 2011

COMPANY NAME Cross Creek Ranch Water Company YEAR ENDING 12/31/2007

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported 15,292
Estimated or Actual Federal Tax Liability < 16,220 >

State Taxable Income Reported < 16,220 >
Estimated or Actual State Tax Liability 45

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances —
Amount of Gross-Up Tax Collected —
Total Grossed-Up Contributions/Advances —

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

G. Paul Claus

SIGNATURE

03/27/08

DATE

G. Paul Claus

PRINTED NAME

PRESIDENT

TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED
APR 02 2008

VERIFICATION

STATE OF

AZ

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)
Yavapai
NAME (OWNER OR OFFICIAL) TITLE
G PAUL CLAU, PRESIDENT
COMPANY NAME
Cross Creek Ranch Water Company

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2007 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 15,292.00

(THE AMOUNT IN BOX ABOVE
INCLUDES \$
IN SALES TAXES BILLED, OR COLLECTED)

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

G Paul Clau

SIGNATURE OF OWNER OR OFFICIAL

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

[Redacted]

(SEAL)



ANGELA SCIARPETTI
Notary Public, State of Arizona
YAVAPAI COUNTY
My Comm. Expires Apr 4, 2011

COUNTY NAME
YAVAPAI
MONTH
MARCH
YEAR
2008

Angela Sciarpetti

SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES

4 APR 11

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
Intrastate Revenues Only

RECEIVED
APR 6 2 2008

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>Yavapai</u>	
NAME (OWNER OR OFFICIAL) <u>G. PAUL CLAUSS</u>	TITLE <u>PRESIDENT</u>
COMPANY NAME <u>Cross Creek Ranch Water Company</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2007 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 15,292.00

THE AMOUNT IN BOX AT LEFT
INCLUDES \$ _____
IN SALES TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.


SIGNATURE OF OWNER OR OFFICIAL

TELEPHONE NUMBER _____

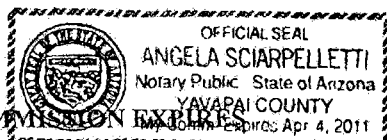
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 31 DAY OF

NOTARY PUBLIC NAME <u>Angela Sciarpetti</u>	
COUNTY NAME <u>YAVAPAI</u>	
MONTH <u>March</u>	YEAR <u>2008</u>

(SEAL)



MY COMMISSION EXPIRES

X 
SIGNATURE OF NOTARY PUBLIC

APRIL 4, 2011